

CITY OF BISMARCK POLICE PENSION FUND
INVESTMENT PERFORMANCE REPORT AS OF JANUARY 31, 2006

	January-06				December-05				September-05				Current	Prior Year	3 Years	5 Years
	Market Value	Allocation	Policy	Month	Market Value	Allocation	Policy	Quarter	Market Value	Allocation	Policy	Quarter	Fiscal YTD	FY05	Ended	Ended
		Actual		Net ROR		Actual		Net ROR		Actual		Net ROR	Net ROR	Net ROR	6/30/2005	6/30/2005
															Net	Net
LARGE CAP DOMESTIC EQUITY																
<i>Structured Growth</i>																
LA Capital	1,050,718	5.2%	5.1%	4.37%	1,006,565	5.1%	5.1%	3.42%	1,007,334	5.3%	5.1%	5.64%	14.02%	8.17%	N/A	N/A
Total Structured Growth	1,050,718	5.2%	5.1%	4.37%	1,006,565	5.1%	5.1%	3.42%	1,007,334	5.3%	5.1%	5.64%	14.02%	8.17%	8.30%	-8.29%
<i>Russell 1000 Growth</i>				1.76%				2.98%				4.01%	8.99%	1.67%	7.25%	-10.36%
<i>Structured Value</i>																
LSV	1,069,103	5.2%	5.1%	4.72%	1,020,634	5.2%	5.1%	2.42%	1,000,851	5.2%	5.1%	4.82%	12.42%	18.24%	14.45%	14.70%
<i>Russell 1000 Value</i>				3.88%				1.27%				3.88%	9.28%	14.06%	11.00%	5.27%
<i>Enhanced Russell 1000 Index</i>																
LA Capital	1,421,668	7.0%	6.9%	4.54%	1,359,757	7.0%	6.9%	2.69%	1,352,152	7.1%	6.9%	6.85%	14.70%	7.39%	8.78%	N/A
<i>Russell 1000</i>				2.80%				2.12%				3.95%	9.13%	7.92%	9.19%	N/A
<i>Enhanced S&P 500 Index</i>																
Northern Trust	1,378,393	6.8%	6.9%	2.28%	1,347,902	6.9%	6.9%	2.57%	1,318,298	6.9%	6.9%	3.81%	8.91%	6.02%	8.16%	N/A
Westridge	1,385,314	6.8%	6.9%	2.68%	1,348,895	6.9%	6.9%	2.10%	1,315,300	6.9%	6.9%	3.65%	8.65%	6.66%	8.57%	N/A
Total Enhanced S&P 500 Index	2,763,707	13.6%	13.7%	2.48%	2,696,797	13.8%	13.7%	2.33%	2,633,598	13.7%	13.7%	3.73%	8.78%	6.26%	8.87%	N/A
<i>S&P 500</i>				2.65%				2.09%				3.60%	8.57%	6.32%	8.28%	N/A
<i>S&P 500 Index</i>																
State Street	694,527	3.4%	3.4%	2.65%	676,587	3.5%	3.4%	2.07%	659,880	3.4%	3.4%	3.61%	8.56%	6.34%	8.30%	-2.34%
<i>S&P 500</i>				2.65%				2.09%				3.60%	8.57%	6.32%	8.28%	-2.37%
TOTAL LARGE CAP DOMESTIC EQUITY	6,999,724	34.4%	34.3%	3.53%	6,760,340	34.6%	34.3%	2.55%	6,653,815	34.7%	34.3%	4.78%	11.25%	8.65%	9.54%	-0.74%
<i>S&P 500</i>				2.65%				2.09%				3.60%	8.57%	6.32%	8.28%	-2.37%
SMALL CAP DOMESTIC EQUITY																
<i>Manager-of-Managers</i>																
SEI	2,318,921	11.4%	10.7%	9.05%	2,126,169	10.9%	10.7%	0.97%	2,103,165	11.0%	10.7%	5.48%	16.13%	9.36%	13.65%	N/A
<i>Russell 2000 + 200bp</i>				9.13%				1.64%				5.21%	16.70%	11.64%	15.07%	N/A
TOTAL SMALL CAP DOMESTIC EQUITY	2,318,921	11.4%	10.7%	9.05%	2,126,169	10.9%	10.7%	0.97%	2,103,165	11.0%	10.7%	5.48%	16.13%	9.36%	13.65%	5.64%
<i>Russell 2000</i>				8.97%				1.13%				4.69%	15.37%	9.45%	12.81%	5.71%
INTERNATIONAL EQUITY																
<i>Large Cap - Core</i>																
State Street	122,856	0.6%	0.6%	6.53%	115,305	0.6%	0.6%	4.44%	114,345	0.6%	0.6%	10.65%	23.11%	7.68%	7.31%	-2.19%
<i>MSCI EAFE (1)</i>				6.14%				4.08%				10.38%	21.94%	9.59%	7.29%	-2.85%
<i>Large Cap - Active</i>																
Capital Guardian	368,584	1.8%	1.7%	4.91%	350,861	1.8%	1.7%	9.43%	342,224	1.8%	1.7%	11.82%	28.38%	11.23%	7.35%	-3.02%
LSV	361,784	1.8%	1.7%	5.90%	341,655	1.7%	1.7%	4.29%	340,549	1.8%	1.7%	11.55%	23.19%	N/A	N/A	N/A
Bank of Ireland	121,578	0.6%	0.6%	6.78%	113,956	0.6%	0.6%	3.28%	110,109	0.6%	0.6%	6.99%	17.99%	12.20%	N/A	N/A
Total Large Cap - Active	851,947	4.2%	3.9%	5.59%	806,473	4.1%	3.9%	6.36%	792,882	4.1%	3.9%	11.02%	24.69%	13.74%	8.14%	-2.37%
<i>MSCI EAFE - 50% Hedged</i>				4.98%				5.84%				11.07%	23.41%	14.41%	8.84%	-2.01%
<i>Small Cap - Active</i>																
Lazard	121,833	0.6%	0.6%	7.14%	113,620	0.6%	0.6%	2.89%	112,709	0.6%	0.6%	9.65%	20.86%	19.82%	N/A	N/A
Wellington	125,468	0.6%	0.6%	6.73%	117,529	0.6%	0.6%	5.95%	110,673	0.6%	0.6%	8.08%	22.22%	12.00%	N/A	N/A
Total Small Cap - Active	247,301	1.2%	1.1%	6.93%	231,149	1.2%	1.1%	4.41%	223,382	1.2%	1.1%	8.88%	21.56%	15.90%	N/A	N/A
<i>Citigroup Broad Market Index < \$2BN</i>				6.20%				8.94%				12.05%	29.63%	21.33%	N/A	N/A
TOTAL INTERNATIONAL EQUITY	1,222,104	6.0%	5.5%	5.95%	1,152,927	5.9%	5.5%	5.77%	1,130,609	5.9%	5.5%	10.56%	23.90%	13.12%	10.28%	-0.51%
<i>MSCI EAFE - 50% Hedged</i>				4.98%				5.84%				11.07%	23.41%	14.41%	8.84%	-2.01%
EMERGING MARKETS EQUITY																
<i>Core</i>																
Capital Guardian	85,889	0.4%	0.7%	11.11%	77,304	0.4%	0.7%	9.92%	326,333	1.7%	1.4%	16.25%	41.99%	33.94%	22.44%	4.12%
Ishares-Index Fund (temporary)	77,884	0.4%	0.3%	15.32%	67,540	0.3%	0.3%	N/A	-	0.0%	0.0%	N/A	N/A	N/A	N/A	N/A
JP Morgan	77,705	0.4%	0.3%	13.09%	68,665	0.4%	0.3%	N/A	-	0.0%	0.0%	N/A	N/A	N/A	N/A	N/A
UBS	146,094	0.7%	0.6%	11.29%	131,166	0.7%	0.6%	7.63%	113,586	0.6%	0.6%	N/A	N/A	N/A	N/A	N/A
Total Core	387,572	1.9%	2.0%	12.40%	344,674	1.8%	2.0%	8.68%	439,919	2.3%	2.0%	17.05%	42.98%	33.94%	22.44%	4.12%
<i>MSCI Emerging Markets</i>				11.23%				7.20%				18.11%	40.84%	34.89%	24.42%	7.64%
<i>Small Cap</i>																
DFA	86,821	0.4%	0.4%	9.59%	79,178	0.4%	0.4%	8.16%	-	0.0%	0.0%	N/A	N/A	N/A	N/A	N/A
<i>MSCI Emerging Markets</i>				11.23%				7.20%								
TOTAL EMERGING MARKETS EQUITY	474,393	2.3%	2.0%	11.87%	423,852	2.2%	2.0%	8.22%	439,919	2.3%	2.0%	17.05%	41.71%	33.94%	22.44%	4.12%
<i>MSCI Emerging Markets</i>				11.23%				7.20%				18.11%	40.84%	34.89%	24.42%	7.64%
DOMESTIC FIXED INCOME																
<i>Core Bond</i>																
Western Asset	627,368	3.1%	2.9%	0.40%	624,873	3.2%	3.1%	0.24%	541,245	2.8%	3.1%	-0.48%	0.15%	7.25%	7.46%	8.91%
<i>Lehman Aggregate</i>				0.01%				0.59%				-0.67%	-0.08%	6.80%	5.75%	7.40%
<i>Index</i>																
Bank of ND	1,273,289	6.3%	7.5%	-0.20%	1,275,773	6.5%	7.5%	0.64%	1,112,825	5.8%	6.5%	-0.93%	-0.50%	7.23%	6.11%	7.77%
Bank of ND Match Loan CD Program	-	0.0%	0.0%	N/A	-	0.0%	0.0%	N/A	188,835	1.0%	1.0%	1.28%	N/A	5.08%	5.33%	5.53%
Total Index	1,273,289	6.3%	7.5%	-0.20%	1,275,773	6.5%	7.5%	0.83%	1,301,660	6.8%	7.5%	-0.43%	0.19%	6.91%	5.88%	7.41%
<i>Lehman Gov/Credit</i>				-0.18%				0.60%				-0.96%	-0.55%	7.26%	6.41%	7.70%
<i>Convertibles</i>																
TCW	650,119	3.2%	3.0%	3.55%	627,510	3.2%	3.1%	1.16%	547,778	2.9%	3.0%	2.95%	7.83%	-0.23%	8.73%	-2.63%
<i>Merrill Lynch All Convertibles</i>				4.12%				0.46%				4.15%	8.94%	0.66%	9.94%	0.50%

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	January-06				December-05				September-05				Current	Prior Year	3 Years	5 Years
	Market Value	Allocation Actual	Policy	Month Net ROR	Market Value	Allocation Actual	Policy	Quarter Net ROR	Market Value	Allocation Actual	Policy	Quarter Net ROR	Net ROR	Net ROR	6/30/2005 Net	6/30/2005 Net
BBB Average Quality																
Wells Capital	622,635	3.1%	2.9%	-0.01%	622,526	3.2%	3.1%	0.56%	533,902	2.8%	3.1%	-1.65%	-1.11%	12.04%	9.22%	8.81%
Lehman BBB				-0.13%				0.39%				-0.97%	-0.72%	8.60%	9.16%	7.86%
Private Debt																
Prudential	625,034	3.1%	3.1%	-0.09%	625,832	3.2%	3.2%	0.82%	530,203	2.8%	2.8%	-0.27%	0.45%	N/A	N/A	N/A
Lehman Aggregate				0.01%				0.59%					-0.08%	N/A	N/A	N/A
Timberland																
RMK	559,289	2.7%	2.7%	5.56%	529,426	2.7%	2.7%	-6.09%	579,467	3.0%	3.0%	-0.24%	-1.10%	14.50%	12.47%	N/A
TIR	1,619,464	7.9%	7.9%	13.19%	1,430,382	7.3%	7.3%	3.19%	1,456,673	7.6%	7.6%	-0.09%	16.69%	N/A	N/A	N/A
Total Timberland	2,178,753	10.7%	10.7%	11.13%	1,959,809	10.0%	10.0%	0.55%	2,036,140	10.6%	10.6%	-0.13%	11.59%	44.29%	21.48%	N/A
NCREIF Timberland Index				0.00%				11.98%					13.04%	14.07%	7.31%	N/A
TOTAL DOMESTIC FIXED INCOME	5,977,197	29.3%	30.0%	4.18%	5,736,322	29.3%	30.0%	0.68%	5,490,928	28.6%	30.0%	-0.19%	4.69%	19.23%	11.83%	8.92%
Lehman Aggregate				0.01%				0.59%				-0.67%	-0.08%	6.80%	5.75%	7.40%
HIGH YIELD BONDS																
Loomis Sayles	479,529	2.4%	2.5%	2.25%	470,351	2.4%	2.5%	1.36%	466,036	2.4%	2.5%	1.24%	4.92%	15.96%	N/A	N/A
Lehman High Yield Cash Pay Index				1.19%				0.80%				0.99%	3.01%	10.83%	N/A	N/A
Sutter/Wells Capital	473,312	2.3%	2.5%	1.32%	467,589	2.4%	2.5%	1.38%	459,188	2.4%	2.5%	0.31%	3.03%	9.62%	N/A	N/A
Merrill Lynch High Yield Master II Index				1.19%				0.80%				0.99%	3.01%	10.63%	N/A	N/A
TOTAL HIGH YIELD BONDS	952,840	4.7%	5.0%	1.78%	937,941	4.8%	5.0%	1.37%	925,224	4.8%	5.0%	0.77%	3.98%	12.76%	13.38%	5.52%
Lehman High Yield Bond Index				1.19%				0.80%				0.99%	3.01%	10.86%	14.51%	7.47%
INTERNATIONAL FIXED INCOME																
International Sovereign																
UBS Global (Brinson)	395,561	1.9%	2.3%	1.54%	389,441	2.0%	2.3%	-2.54%	399,778	2.1%	2.3%	-1.08%	-2.12%	7.92%	11.22%	8.24%
Citigroup Non-US Gov't Bond Index (2)				1.72%				-2.61%				-1.24%	-2.16%	7.75%	10.98%	7.92%
International Core																
Brandywine	412,530	2.0%	2.3%	1.87%	405,608	2.1%	2.3%	-0.22%	406,268	2.1%	2.3%	0.80%	2.47%	11.78%	N/A	N/A
Lehman Global Aggregate (ex-US)				2.08%				-2.39%				-0.86%	-1.21%	8.10%	N/A	N/A
TOTAL INTERNATIONAL FIXED INCOME	808,091	4.0%	4.5%	1.71%	795,050	4.1%	4.5%	-1.36%	806,046	4.2%	4.5%	-0.15%	0.17%	9.84%	12.08%	8.74%
Citigroup Non-US Gov't Bond Index (2)				1.72%				-2.61%				-1.24%	-2.16%	7.75%	10.98%	7.92%
REAL ESTATE																
INVESCO	496,845	2.4%	2.5%	-0.09%	496,779	2.5%	2.5%	1.73%	489,127	2.6%	2.5%	7.19%	8.94%	N/A	N/A	N/A
J.P. Morgan	544,032	2.7%	2.5%	1.20%	508,581	2.6%	2.5%	4.94%	484,661	2.5%	2.5%	6.33%	12.92%	19.52%	12.70%	10.44%
TOTAL REAL ESTATE	1,040,877	5.1%	5.0%	0.56%	1,005,360	5.1%	5.0%	3.33%	973,788	5.1%	5.0%	6.76%	10.94%	19.52%	12.70%	10.44%
NCREIF TOTAL INDEX				1.78%				5.43%				4.44%	12.07%	18.02%	12.07%	10.81%
ALTERNATIVE INVESTMENTS																
Coral Partners V	32,066			0.00%	32,692			1.43%	33,955			0.01%	1.44%	-18.97%	-24.36%	-22.64%
Coral Partners V - Supplemental	3,823			0.00%	3,898			-1.04%	4,149			-7.36%	-8.32%	-6.85%	-4.52%	N/A
Coral Partners VI	47,096			0.00%	39,094			2.13%	33,278			-1.55%	0.55%	-1.17%	N/A	N/A
Brinson 1998 Partnership Fund	9,935			0.00%	10,129			3.50%	10,309			3.17%	6.78%	19.64%	3.73%	-1.83%
Brinson 1999 Partnership Fund	16,711			0.00%	17,037			0.64%	20,115			2.44%	3.10%	9.31%	1.61%	-4.71%
Brinson 2000 Partnership Fund	39,432			0.00%	40,202			3.70%	41,041			6.45%	10.39%	14.97%	3.21%	-0.80%
Brinson 2001 Partnership Fund	26,482			0.00%	26,999			2.53%	24,260			3.91%	6.53%	4.00%	1.40%	N/A
Brinson 2002 Partnership Fund	14,594			0.00%	14,879			3.38%	15,162			3.47%	6.97%	-4.22%	6.13%	N/A
Brinson 2003 Partnership Fund	3,594			0.00%	3,664			5.26%	3,017			7.59%	13.25%	1.71%	N/A	N/A
Brinson 1999 Non-US Partnership Fund	8,412			0.00%	8,576			-1.05%	9,131			-5.55%	-6.54%	32.09%	21.85%	11.30%
Brinson 2000 Non-US Partnership Fund	12,618			0.00%	12,864			7.48%	12,609			-0.69%	6.74%	15.57%	13.45%	4.88%
Brinson 2001 Non-US Partnership Fund	11,177			0.00%	11,395			3.98%	13,827			9.11%	13.45%	9.19%	8.24%	N/A
Brinson 2002 Non-US Partnership Fund	19,309			0.00%	19,686			15.23%	16,393			-0.04%	15.18%	12.60%	12.07%	N/A
Brinson 2003 Non-US Partnership Fund	9,514			0.00%	9,699			12.34%	9,096			0.61%	13.03%	2.52%	N/A	N/A
Brinson 2004 Non-US Partnership Fund	3,569			0.00%	3,639			9.37%	2,378			4.09%	13.84%	0.42%	N/A	N/A
Brinson BVCF IV	56,966			0.00%	56,858			8.77%	55,071			10.29%	19.96%	6.06%	3.14%	-7.20%
Matlin Patterson Global Opportunities	51,901			0.00%	52,914			-1.36%	58,194			-8.79%	-10.03%	102.75%	N/A	N/A
Matlin Patterson Global Opportunities II	44,247			0.00%	47,210			0.00%	49,762			0.00%	N/A	N/A	N/A	N/A
InvestAmerica	14,723			0.00%	15,011			0.00%	15,814			0.00%	0.00%	-18.88%	-13.16%	N/A
Hearthstone MSII	0			0.00%	0			0.00%	2,498			0.00%	0.00%	1214.92%	179.43%	90.03%
Hearthstone MSIII	30,456			0.00%	31,050			7.40%	45,471			4.53%	12.27%	16.51%	N/A	N/A
TOTAL ALTERNATIVE INVESTMENTS (3)	456,626	2.2%	3.0%	0.00%	457,495	2.3%	3.0%	3.62%	475,530	2.5%	3.0%	1.64%	5.32%	17.54%	4.32%	-2.65%
CASH EQUIVALENTS																
Northern Trust STIF/STEP	121,760	0.6%	0.0%	0.43%	150,043	0.8%	0.0%	0.85%	170,224	0.9%	0.0%	0.89%	2.19%	2.19%	1.82%	2.72%
90 Day T-Bill				0.32%				0.92%				0.83%	2.08%	2.15%	1.55%	2.62%
TOTAL FUND	20,372,534	100.0%	100.0%	4.23%	19,545,499	100.0%	100.0%	1.93%	19,169,248	100.0%	100.0%	3.54%	10.01%	13.45%	11.50%	4.47%
POLICY TARGET BENCHMARK				2.55%				1.67%				2.66%	7.03%	8.96%	9.15%	3.25%

NOTE: Monthly returns and market values are preliminary and subject to change.

(1) This benchmark was changed to the MSCI EAFE (unhedged) as of December 1, 2004.

(2) Previously this benchmark was titled Salomon Brothers Non-US Gov't Bond Index.

(3) Because of the variation in fee calculations in Alternative Investments, only net returns will be shown until June of each year when actual costs are known.